

**BALL JANIK LLP**

A T T O R N E Y S

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LOUIS E. GITOMER  
OF COUNSEL  
(202) 466-6532

RECORDATION NO. 16705-E FILED

JAN 16 '03 12:15 PM

**SURFACE TRANSPORTATION BOARD**

[lgitomer@dc.bjllp.com](mailto:lgitomer@dc.bjllp.com)

January 15, 2003

Honorable Vernon A. Williams  
Secretary  
Surface Transportation Board  
Washington, DC 20423

Dear Secretary Williams:

I have enclosed the original and one certified copy of the document described below, to be recorded pursuant to 49 U.S.C. § 11301.

The document is Memorandum of Security Agreement, a secondary document, dated as of December 1, 2002. The primary document to which this is connected is recorded under Recordation No. 16705. We request that one copy of this document be recorded under Recordation No. 16705-E.

The names and addresses of the parties to the Memorandum of Security Agreement are:

Debtor:

Bank of America Lease Equipment Trust 2002-A  
c/o U.S. Bank Trust National Association  
300 Delaware Avenue, Suite 813  
Wilmington, DE 19801

Indenture Trustee:

Wells Fargo Bank Northwest, National Association  
Corporate Trust Office  
299 South Main Street, 12<sup>th</sup> Floor  
MAC U1228-120  
Salt Lake City, UT 84111

A description of the equipment covered by Memorandum of Security Agreement is attached in Schedule 1.

BALL JANIK LLP

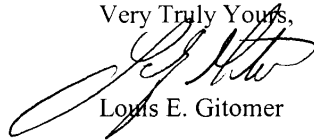
Honorable Vernon A. Williams  
January 15, 2003  
Page 2

A fee of \$ 30.00 is enclosed. Please return the original to:

Louis E. Gitomer  
Of Counsel  
Ball Janik LLP  
Suite 225  
1455 F Street, N.W.  
Washington, DC 20005

A short summary of the document to appear in the index follows: Memorandum of Security Agreement between Bank of America Lease Equipment Trust 2002-A, c/o U.S. Bank Trust National Association, 300 Delaware Avenue, Suite 813, Wilmington, DE 19801, and Wells Fargo Bank Northwest, National Association, Corporate Trust Office, 299 South Main Street, 12<sup>th</sup> Floor, MAC U1228-120, Salt Lake City, UT 84111, covering the equipment identified in Schedule 1.

Very Truly Yours,



Louis E. Gitomer

Enclosures

## Schedule 1 -- Equipment

20 Refurbished Open-Top Hopper Cars numbered TSXX 81056-81075, inclusive.

104 100-ton Rapid Discharge RDI, 3800 Cubic Feet Capacity Railcars numbered VULX 9300-9403, inclusive.

125 Ortner Built Rapid Discharge Open Top Hopper Railcars numbered VULX 800-924, inclusive.

135 2940 Fully Automatic Rapid Discharge Railcars numbered MMMX 2000-2134, inclusive.

60 100-ton 8,253 Cubic Ft., Wood Chip Twin Tub Gondola Railcars numbered FPBX 531-590, inclusive.

215 Used, 70-ton, 50' 6" Box Railcars numbered ATW 102205, 102206, 102208, 102213, 102228, 102233, 102236, 102240, 102243, 102247, 102263, 102265, 102266, 102270, 102272, 102274, 102278, 102282, 102284, 102285, 102286, 102287, 102288, 102296, 102299, 102300, 102307, 102315, 102323, 102325, 102326, 102328, 102329, 102334, 102338, 102339, 102346, 102352, 102355, 102360, 102361, 102369, 102370, 102372, 102378, 102387, 102389, 102390, 102394, 102403, 102405, 102412, 102413, 102414, 102417, 102422, 102425, 102426, 102429, 102430, 102431, 102432, 102433, 102434, 102446, 102447, 102450, 102451, 102452, 102459, 102464, 102467, 102468, 102473, 102474, 102475, 102478, 102479, 102482, 102487, 102489, 102492, 102493, 102499, 102512, 102515, 102517, 102547, 102567, 102572, 102581, 102642, 102644, 102768, 102771, 102772, 102773, 102774, 102775, 102779, 102780, 102782, 102785, 102787, 102789, 102793, 102796, and 102798; TNR 102203, 102207, 102210, 102211, 102214, 102215, 102217, 102218, 102219, 102220, 102222, 102225, 102230, 102231, 102239, 102241, 102242, 102245, 102253, 102254, 102257, 102258, 102260, 102264, 102267, 102269, 102273, 102280, 102283, 102290, 102294, 102297, 102302, 102303, 102304, 102305, 102306, 102308, 102310, 102312, 102316, 102317, 102318, 102320, 102321, 102322, 102324, 102330, 102333, 102337, 102341, 102342, 102345, 102347, 102348, 102349, 102350, 102357, 102359, 102364, 102365, 102366, 102368, 102371, 102374, 102375, 102376, 102380, 102382, 102385, 102388, 102391, 102396, 102397, 102399, 102400, 102410, 102415, 102418, 102419, 102424, 102438, 102439, 102440, 102445, 102453, 102456, 102460, 102470, 102485, 102490, 102491, 102494, 102496, 102498, 102531, 102561, 102570, 102591, 102765, 102766, 102769, 102770, 102776, 102777, 102778, 102781, 102784, 102786, 102788, 102790, 102792, 102794, 102795, 102797, and 102799; and WCTR102268 and 102277.

100 2,200 Cubic Ft., Three Compartment, 100-ton, Fully Automatic Rapid Discharge Open Hopper Railcars numbered WIMX 97000-97099, inclusive.

14 GMC EMD, Model GP16, Diesel Electric Locomotives numbered PREX 1600-1612, inclusive, and 1614.

27 50 Ft., 70-ton Boxcars built by Pickens Railroad in 1978 numbered ALAB 401170, 401171, 401173, 401174, 401175, 401176, 401177, 401179, 401180, 401183, 401184, 401187, 401190, 401191, 401196, 401199, 553299, 553301, 553302, 553303, 553306, 553309, 553311, 553313, 553314, 553315, and 553316.

Six 5,250 Cubic Ft. Covered Hopper Railcars numbered ALAB 630, 631, 632, 634, 635, and 636.

One 1977 GP-10 Locomotive numbered IC 8057.

One 1974 GP-10 Locomotive numbered IC 8295.

One 1976 GP-10 Locomotive numbered IC 8465.

One 1970 SW 1500 Locomotive numbered UP 1143.  
 Five 1979 Fifty Ft. Boxcars numbered SP 246185, 246260, 247135, 248130, and 248272.  
 One 1975 Fifty Ft. Boxcar numbered MP 356845.  
 One 1980 Fifty Ft. Boxcar numbered SP 247619.  
 One 1970 Sixty Ft. Boxcar numbered MP 377100.  
 One 1969 Sixty Ft. Boxcar numbered UP 960714.  
 One 1968 Sixty Ft. Boxcar numbered MP 268403.  
 One 1977 Sixty Ft. Boxcar numbered MP 266645.  
 Two 1979 Sixty Ft. Boxcars numbered MP 267583 and 267586.  
 One 1975 Covered Hopper Railcar numbered MP 718241.  
 One 1976 Covered Hopper Railcar numbered MP 718578.  
 One 1973 Covered Hopper Railcar numbered CNW 752973.  
 Four 1973 Covered Hopper Railcars UP 71916, 73224, 73285, and 73437.  
 Two 1978 Covered Hopper Railcars numbered UP 77533 and 78534.  
 One 1974 Covered Hopper Railcar numbered UP 74137.  
 One 1975 Covered Hopper Railcar numbered UP 75395.  
 One 1977 Covered Hopper Railcar numbered MP 722558.  
 One 1977 Covered Hopper Railcar numbered UP 77241.  
 One 1981 Covered Hopper Railcar numbered UP 79304.  
 Three 1970 Gondola Railcars numbered MKT 16071, 16404, and 16505.  
 Two 1969 Gondola Railcars numbered MP 640530, 697050, and 697157.  
 Two 1974 Gondola Railcars numbered SP 337853 and 338137.  
 Two 1972 Gondola Railcars numbered SP 337615 and 337657.  
 One 1970 Covered Hopper Railcar numbered MP 716139.  
 Four 1973 Covered Hopper Railcars numbered MP 717188, 717327, 717429, and 717714.  
 One 1974 Covered Hopper Railcar numbered SSW 74756.  
 Two 1973 Covered Hopper Railcars numbered UP 73091 and 73389.  
 Two 1974 Covered Hopper Railcars numbered UP 73932 and 74024.  
 One 1975 Gondola Railcar numbered SP 338291.  
 46 Bulkhead Gondola Railcars numbered ALAB 47001, 47003, 47009, 47011, 47112, 47016, 47017, 47025, 47027, 47029, 47030, 47034, 47035, 47039, 47041, 47043, 47044, 47050, 47053, 47056, 47059, 47060, 47061, 47064, 47066, 47067, 47069, 47070, 47071, 47072, 47073, 47076, 47077, 47079, 47082, 47084, 47089, 47090, 47092, 47094, 47102, 47108, 47118, 47122, 47124, and 47125.

## MEMORANDUM OF SECURITY AGREEMENT

This Memorandum of Security Agreement is dated as of December 1, 2002 by and between Bank of America Lease Equipment Trust 2002-A (the "TRUST") and Wells Fargo Bank Northwest, National Association ("Indenture Trustee").

1. Pursuant to an Indenture dated as of December 1, 2002, between the TRUST, as issuer, and the Indenture Trustee, the TRUST granted a security interest to the Indenture Trustee in all of the TRUST's right, title and interest in and to the contracts identified in Schedule 1 and the equipment identified in Schedule 2 to the TRUST.

2. This Memorandum may be signed in counterpart or duplicate copies, and any signed counterpart or duplicate copy shall be equivalent to a signed original for all purposes.

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RECORDATION NO. 16705-E FILED  
JAN 16 2003 12:15 PM  
SURFACE TRANSPORTATION BOARD

IN WITNESS WHEREOF, the parties hereto have each caused this Memorandum to be duly executed by their respective officers duly authorized as of the date and year first above written.

BANK OF AMERICA LEASE EQUIPMENT TRUST  
2002-A, by U.S. BANK TRUST NATIONAL  
ASSOCIATION, not in its individual capacity, but solely  
as owner trustee

By: Melissa A. Rosal  
Name: MELISSA A. ROSAL  
Title: VICE PRESIDENT

WELLS FARGO BANK NORTHWEST, NATIONAL  
ASSOCIATION, as Indenture Trustee

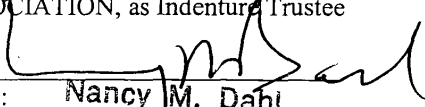
By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

IN WITNESS WHEREOF, the parties hereto have each caused this Memorandum to be duly executed by their respective officers duly authorized as of the date and year first above written.

BANK OF AMERICA LEASE EQUIPMENT TRUST  
2002-A, by U.S. BANK TRUST NATIONAL  
ASSOCIATION, not in its individual capacity, but solely  
as owner trustee

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

WELLS FARGO BANK NORTHWEST, NATIONAL  
ASSOCIATION, as Indenture Trustee

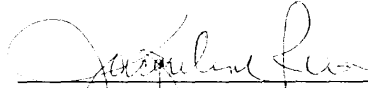
By:   
Name: Nancy M. Dahl  
Title: Vice President

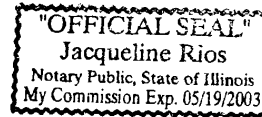
STATE OF Illinois )

) ss.

County of Cook )

On this \_\_\_\_ day of January, 2003, before me, Jacqueline Rios, the undersigned Notary Public, personally appeared \_\_\_\_\_ personally known to me to be the person who executed the within instrument as \_\_\_\_\_ on behalf of the national banking association therein named, and acknowledged to me that the national banking association executed it.

  
Notary Public for \_\_\_\_\_  
My Commission expires 5-19-2003



STATE OF \_\_\_\_\_ )

) ss.

County of \_\_\_\_\_ )

On this \_\_\_\_ day of January, 2003, before me, \_\_\_\_\_, the undersigned Notary Public, personally appeared \_\_\_\_\_ personally known to me to be the person who executed the within instrument as \_\_\_\_\_ on behalf of the corporation therein named, and acknowledged to me that the corporation executed it.

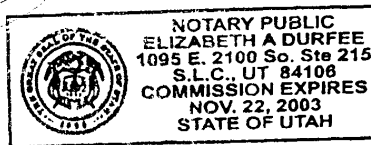
\_\_\_\_\_  
Notary Public for \_\_\_\_\_  
My Commission expires \_\_\_\_\_



STATE OF Utah )  
 ) ss.  
County of Salt Lake )

On this \_\_\_ day of January, 2003, before me, **ELIZABETH A. DURFEE** the undersigned  
Notary Public, personally appeared Nancy M. Dahl personally known to me to  
be the person who executed the within instrument as Vice President on behalf  
of the corporation therein named, and acknowledged to me that the corporation executed it.

Notary Public for Utah  
My Commission expires \_\_\_\_\_



STATE OF \_\_\_\_\_ )  
 ) ss.  
County of \_\_\_\_\_ )

On this \_\_\_ day of January, 2003, before me, \_\_\_\_\_, the undersigned  
Notary Public, personally appeared \_\_\_\_\_ personally known to me to  
be the person who executed the within instrument as \_\_\_\_\_ on behalf  
of the corporation therein named, and acknowledged to me that the corporation executed it.

Notary Public for \_\_\_\_\_  
My Commission expires \_\_\_\_\_

## **Schedule No. 1 -- Contracts**

### **Tri-State Generation and Transmission Association, Inc.**

Master Equipment Lease Agreement No. 08659-00300, dated as of February 17, 1993, between NationsBanc Leasing Corporation ("Lessor") and Tri-State Generation and Transmission Association, Inc. ("Lessee");

Memorandum of Lease Agreement, dated as of March 25, 1993, which was recorded at the Interstate Commerce Commission under Recordation No. 18181 on March 30, 1993;

Equipment Lease Schedule No. 1 to Master Equipment Lease Agreement No. 08659-00300, dated as of March 30, 1993 which was recorded at the Surface Transportation Board under Recordation No. 18181-A on January 13, 2003.

### **The Faith2 Trust**

Master Equipment Lease Agreement No. 03197-00300, dated as of August 6, 1998, between NationsBanc Leasing Corporation ("Lessor") and The Faith2 Trust ("Lessee"), which was recorded at the Surface Transportation Board under Recordation No. 21913 on December 30, 1998;

Equipment Lease Schedule No. 001 to Master Equipment Lease Agreement No. 03197-00300, dated as of December 16, 1998, which was recorded with the Surface Transportation Board on December 30, 1998, as part of the Master Equipment Lease Agreement No. 03197-00300;

Assignment of Lease between NationsBanc Leasing Corporation ("Assignee") and The Faith2 Trust ("Assignor"), dated as of August 28, 1998, evidencing the assignment of that certain Railroad Car Lease Agreement, dated as of December 8, 1995, as it pertains to Riders Nos. 7 and 8, dated as of June 15, 1998 (the "Lease") between ITG, Inc., as lessor, and Vulcan Materials Company, as lessee, as previously assigned by ITG, Inc. to Assignor, which was recorded at the Surface Transportation Board under Recordation No. 21913-A on December 30, 1998;

Equipment Lease Schedule No. 002 to Master Equipment Lease Agreement No. 03197-00300, dated as of November 30, 1999, which was recorded at the Surface Transportation Board under Recordation No. 21913-B on December 3, 1999;

Amendment Number 1 to Lease Schedule No. 001 to Master Equipment Lease Agreement No. 03197-00300, dated as of December 14, 2000, which was recorded at the Surface Transportation Board under Recordation No. 21913-C on April 17, 2002;

Amendment Number 1 to Lease Schedule Number 002 to Master Equipment Lease Agreement No. 03197-00300, dated as of December 14, 2000, which was recorded at the Surface Transportation Board under Recordation No. 21913-D on April 17, 2002.

**Rail Trusts Equipment, Inc.**

Lease Agreement No. 00565-00400, dated as of December 20, 2000, between Banc of America Leasing & Capital, LLC ("Lessor") and Rail Trusts Equipment, Inc. ("Lessee"), which was recorded at the Surface Transportation Board under Recordation No. 23290 on December 27, 2000;

Schedule No. 001 to Lease Agreement No. 00565-00400, dated as of December 20, 2000, which was recorded at the Surface Transportation Board on December 27, 2000, as part of Lease Agreement No. 00565-00400;

Amendment to Lease Agreement No. 00565-00400, dated as of January 12, 2001, which was recorded at the Surface Transportation Board under Recordation No. 23290-A on January 13, 2003;

Assignment of Lease, dated as of December 23, 2000, between Rail Trusts Equipment, Inc. ("Assignor") and Banc of America Leasing & Capital, LLC ("Assignee"), evidencing the assignment of that certain Railroad Car Lease Agreement, dated as of December 22, 2000, between Rail Trusts Equipment, Inc., lessor, and Minnesota Mining and Manufacturing Company, lessee, which was recorded at the Surface Transportation Board under Recordation No. 23290-B on January 13, 2003.

**Federal Paper Board Company, Inc.**

*Note: Master Equipment Lease Agreement No. 6863 was recorded multiple times:*

Master Equipment Lease Agreement No. 6863, dated as of June 22, 1988, between Sovran Leasing Corporation ("Lessor") and Federal Paper Board Company, Inc. ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 16663 on December 22, 1989, Recordation Number 16701 on January 2, 1990, Recordation Number 16703 on December 26, 1990, Recordation Number 16704 on December 26, 1990, and Recordation Number 16705 on December 26, 1990;

Supplementary Schedule No. 4-50 to Master Equipment Lease Agreement No. 6863, dated as of November 30, 1989, which was recorded at the Interstate Commerce Commission under Recordation No. 16663-A on December 22, 1989;

Supplementary Schedule No. 8-50 to Master Equipment Lease Agreement No. 6863, dated as of December 27, 1989, which was recorded at the Interstate Commerce Commission under Recordation No. 16701-A on January 2, 1990;

Supplementary Schedule No. 7-50 to Master Equipment Lease Agreement No. 6863, dated as of December 20, 1989, which was recorded at the Interstate Commerce Commission under Recordation No. 16703-A on December 26, 1989;

Supplementary Schedule No. 5-50 to Master Equipment Lease Agreement No. 6863, dated as of December 8, 1989, which was recorded at the Interstate Commerce Commission under Recordation No. 16704-A on December 26, 1989;

Supplementary Schedule No. 6-50 to Master Equipment Lease Agreement No. 6863, dated as of December 14, 1989, which was recorded at the Interstate Commerce Commission under Recordation No. 16705-A on December 26, 1989;

Amendment No. 1 to Master Equipment Lease Agreement No. 6863, dated as of May 29, 1992 which was recorded at the Surface Transportation Board under Recordation Nos. 16663-B, 16701-B, 16703-B, 16704-B, and 16705-B, on January 13, 2003.

**Kansas City Southern Railway Company**

Equipment Leasing Agreement No. 08903-00300, dated as of September 30, 1992, between NationsBanc Leasing Corporation ("Lessor") and TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957 on September 30, 1992;

Lease Supplement No. 1, dated as of September 30, 1992, between NationsBanc Leasing Corporation ("Lessor") and TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission on September 30, 1992 as part of the Equipment Leasing Agreement No. 08903-00300;

Purchase Agreement Assignment, dated as of September 30, 1992, between TennRail Corporation ("Assignor"), NationsBanc Leasing Corporation ("Assignee"), and Union Tank Car Company ("Vendor"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-A on September 30, 1992;

Collateral Assignment of Services Agreement, dated as of September 30, 1992, between TennRail Corporation ("Assignor"), NationsBanc Leasing Corporation ("Assignee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-B on September 30, 1992;

Exhibit A-2 to Equipment Leasing Agreement dated as of September 30, 1992 between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-C on March 25, 1994;

Lease Supplement No. 2, dated as of March 25, 1994, between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-D on March 25, 1994;

Exhibit A-3 to Equipment Leasing Agreement dated as of September 30, 1992 between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-E on September 2, 1994;

Lease Supplement No. 3, dated as of September 2, 1994, between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-F on September 2, 1994;

Exhibit A-4 to Equipment Leasing Agreement dated as of September 30, 1992 between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail

Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-G on December 30, 1994;

Lease Supplement No. 4, dated as of December 30, 1994, between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee") which was recorded at the Interstate Commerce Commission under Recordation No. 17957-H on December 30, 1994;

Exhibit A-5 to Equipment Leasing Agreement dated as of September 30, 1992 between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee"), which was recorded at the Interstate Commerce Commission under Recordation No. 17957-I on June 15, 1995;

Lease Supplement No. 5, dated as of June 15, 1995, between NationsBanc Leasing Corporation ("Lessor") and Kansas City Southern Railway Company, as successor through merger to the rights and obligations of TennRail Corporation ("Lessee") which was recorded at the Interstate Commerce Commission under Recordation No. 17957-J on June 15, 1995.

#### **RTE 1643 Trust**

Master Equipment Lease Agreement No. 06780-00300, dated as of June 5, 1997, between NationsBanc Leasing Corporation ("Lessor") and RTE 1643 Trust ("Lessee"), which was recorded at the Surface Transportation Board under Recordation No. 21116 on December 30, 1997;

Sublease: Railroad Car Lease Agreement Number RTE-1643, dated as of March 18, 1997, between Rail Trust Equipment, Inc. ("lessor") and Carmeuse Pennsylvania, Inc. ("lessee"), including Rider No. 1 and Rider No. 2, which was recorded at the Surface Transportation Board under Recordation No. 21116-A on December 30, 1997;

Amendment Number 1 of Rider No. 01 and Rider No. 02 to Railroad Car Lease Agreement, dated as of March 12, 1998, which was recorded at the Surface Transportation Board under Recordation No. 21116-B on April 15, 1998;

Transfer, Assumption and Amendment Agreement, dated as of March 17, 2002, between Pennsylvania Lime, Inc. formerly known as Carmeuse Pennsylvania, Inc. ("Transferor"), Pennsy Supply, Inc. ("Transferee"), Banc of America Leasing & Capital, LLC, successor by merger to NationsBanc Leasing Corporation ("BALC"), and RTE 1643 Trust ("RTE"), which was recorded at the Surface Transportation Board under Recordation No. 21116-C on May 3, 2002;

Equipment Lease Schedule No. 001 to Master Equipment Lease Agreement No. 06780-00300, dated as of November 25, 1997, which was recorded at the Surface Transportation Board under Recordation No. 21116-D on January 13, 2003;

Assignment of Lease, dated as of June 20, 1997, between NationsBanc Leasing Corporation ("Assignee"), and RTE 1643 Trust ("Assignor") evidencing the assignment of that certain Railroad Car Lease Agreement between Rail Trusts Equipment, Inc., as assigned to RTE 1643 Trust, and further assigned to NationsBanc Leasing Corporation, which was recorded at the Surface Transportation Board under Recordation No. 21116-E on January 13, 2003;

Assignment of Lease, dated as of June 5, 1997, between Rail Trusts Equipment, Inc. ("Assignor") and RTE 1643 Trust ("Assignee"), which was recorded at the Surface Transportation Board under Recordation No. 21116-F on January 13, 2003;

First Amendment to Railroad Car Lease Agreement, dated as of June 23, 1997, which was recorded at the Surface Transportation Board under Recordation No. 21116-G on January 13, 2003;

Second Amendment to Railroad Car Lease Agreement, dated as of June 29, 2000, which was recorded at the Surface Transportation Board under Recordation No. 21116-H on January 13, 2003.

**Pioneer Railroad Equipment Co., Ltd.**

Note and Security Agreement Number 07024-00703, dated as of December 21, 2001, between Banc of America Leasing & Capital, LLC ("Secured Party") and Pioneer Railroad Equipment Co., Ltd. ("Debtor"), which was recorded at the Surface Transportation Board under Recordation No. 23784 on December 26, 2001;

Note and Security Agreement Number 07024-00704, dated as of July 11, 2002, between Banc of America Leasing & Capital, LLC ("Secured Party") and Pioneer Railroad Equipment Co., Ltd. ("Debtor"), which was recorded at the Surface Transportation Board under Recordation No. 24032 on July 16, 2002.

## Schedule 2 -- Equipment

20 Refurbished Open-Top Hopper Cars numbered TSXX 81056-81075, inclusive.

104 100-ton Rapid Discharge RDI, 3800 Cubic Feet Capacity Railcars numbered VULX 9300-9403, inclusive.

125 Ortner Built Rapid Discharge Open Top Hopper Railcars numbered VULX 800-924, inclusive.

135 2940 Fully Automatic Rapid Discharge Railcars numbered MMMX 2000-2134, inclusive.

60 100-ton 8,253 Cubic Ft., Wood Chip Twin Tub Gondola Railcars numbered FPBX 531-590, inclusive.

215 Used, 70-ton, 50' 6" Box Railcars numbered ATW 102205, 102206, 102208, 102213, 102228, 102233, 102236, 102240, 102243, 102247, 102263, 102265, 102266, 102270, 102272, 102274, 102278, 102282, 102284, 102285, 102286, 102287, 102288, 102296, 102299, 102300, 102307, 102315, 102323, 102325, 102326, 102328, 102329, 102334, 102338, 102339, 102346, 102352, 102355, 102360, 102361, 102369, 102370, 102372, 102378, 102387, 102389, 102390, 102394, 102403, 102405, 102412, 102413, 102414, 102417, 102422, 102425, 102426, 102429, 102430, 102431, 102432, 102433, 102434, 102446, 102447, 102450, 102451, 102452, 102459, 102464, 102467, 102468, 102473, 102474, 102475, 102478, 102479, 102482, 102487, 102489, 102492, 102493, 102499, 102512, 102515, 102517, 102547, 102567, 102572, 102581, 102642, 102644, 102768, 102771, 102772, 102773, 102774, 102775, 102779, 102780, 102782, 102785, 102787, 102789, 102793, 102796, and 102798; TNR 102203, 102207, 102210, 102211, 102214, 102215, 102217, 102218, 102219, 102220, 102222, 102225, 102230, 102231, 102239, 102241, 102242, 102245, 102253, 102254, 102257, 102258, 102260, 102264, 102267, 102269, 102273, 102280, 102283, 102290, 102294, 102297, 102302, 102303, 102304, 102305, 102306, 102308, 102310, 102312, 102316, 102317, 102318, 102320, 102321, 102322, 102324, 102330, 102333, 102337, 102341, 102342, 102345, 102347, 102348, 102349, 102350, 102357, 102359, 102364, 102365, 102366, 102368, 102371, 102374, 102375, 102376, 102380, 102382, 102385, 102388, 102391, 102396, 102397, 102399, 102400, 102410, 102415, 102418, 102419, 102424, 102438, 102439, 102440, 102445, 102453, 102456, 102460, 102470, 102485, 102490, 102491, 102494, 102496, 102498, 102531, 102561, 102570, 102591, 102765, 102766, 102769, 102770, 102776, 102777, 102778, 102781, 102784, 102786, 102788, 102790, 102792, 102794, 102795, 102797, and 102799; and WCTR102268 and 102277.

100 2,200 Cubic Ft., Three Compartment, 100-ton, Fully Automatic Rapid Discharge Open Hopper Railcars numbered WIMX 97000-97099, inclusive.

14 GMC EMD, Model GP16, Diesel Electric Locomotives numbered PREX 1600-1612, inclusive, and 1614.

27 50 Ft., 70-ton Boxcars built by Pickens Railroad in 1978 numbered ALAB 401170, 401171, 401173, 401174, 401175, 401176, 401177, 401179, 401180, 401183, 401184, 401187, 401190, 401191, 401196, 401199, 553299, 553301, 553302, 553303, 553306, 553309, 553311, 553313, 553314, 553315, and 553316.

Six 5,250 Cubic Ft. Covered Hopper Railcars numbered ALAB 630, 631, 632, 634, 635, and 636.

One 1977 GP-10 Locomotive numbered IC 8057.

One 1974 GP-10 Locomotive numbered IC 8295.

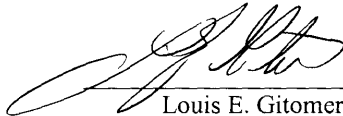
One 1976 GP-10 Locomotive numbered IC 8465.

One 1970 SW 1500 Locomotive numbered UP 1143.  
 Five 1979 Fifty Ft. Boxcars numbered SP 246185, 246260, 247135, 248130, and 248272.  
 One 1975 Fifty Ft. Boxcar numbered MP 356845.  
 One 1980 Fifty Ft. Boxcar numbered SP 247619.  
 One 1970 Sixty Ft. Boxcar numbered MP 377100.  
 One 1969 Sixty Ft. Boxcar numbered UP 960714.  
 One 1968 Sixty Ft. Boxcar numbered MP 268403.  
 One 1977 Sixty Ft. Boxcar numbered MP 266645.  
 Two 1979 Sixty Ft. Boxcars numbered MP 267583 and 267586.  
 One 1975 Covered Hopper Railcar numbered MP 718241.  
 One 1976 Covered Hopper Railcar numbered MP 718578.  
 One 1973 Covered Hopper Railcar numbered CNW 752973.  
 Four 1973 Covered Hopper Railcars UP 71916, 73224, 73285, and 73437.  
 Two 1978 Covered Hopper Railcars numbered UP 77533 and 78534.  
 One 1974 Covered Hopper Railcar numbered UP 74137.  
 One 1975 Covered Hopper Railcar numbered UP 75395.  
 One 1977 Covered Hopper Railcar numbered MP 722558.  
 One 1977 Covered Hopper Railcar numbered UP 77241.  
 One 1981 Covered Hopper Railcar numbered UP 79304.  
 Three 1970 Gondola Railcars numbered MKT 16071, 16404, and 16505.  
 Two 1969 Gondola Railcars numbered MP 640530, 697050, and 697157.  
 Two 1974 Gondola Railcars numbered SP 337853 and 338137.  
 Two 1972 Gondola Railcars numbered SP 337615 and 337657.  
 One 1970 Covered Hopper Railcar numbered MP 716139.  
 Four 1973 Covered Hopper Railcars numbered MP 717188, 717327, 717429, and 717714.  
 One 1974 Covered Hopper Railcar numbered SSW 74756.  
 Two 1973 Covered Hopper Railcars numbered UP 73091 and 73389.  
 Two 1974 Covered Hopper Railcars numbered UP 73932 and 74024.  
 One 1975 Gondola Railcar numbered SP 338291.  
 46 Bulkhead Gondola Railcars numbered ALAB 47001, 47003, 47009, 47011, 47112, 47016, 47017, 47025, 47027, 47029, 47030, 47034, 47035, 47039, 47041, 47043, 47044, 47050, 47053, 47056, 47059, 47060, 47061, 47064, 47066, 47067, 47069, 47070, 47071, 47072, 47073, 47076, 47077, 47079, 47082, 47084, 47089, 47090, 47092, 47094, 47102, 47108, 47118, 47122, 47124, and 47125.



# CERTIFICATION

I, Louis E. Gitomer, have compared this copy to the original Memorandum of Security Agreement dated as of December 1, 2002, and found the copy to be complete and identical in all respects to the original document. I declare under penalty of perjury that the foregoing is true and correct.



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Louis E. Gitomer  
January 15, 2003